

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6263

BILL NUMBER: SB 98

NOTE PREPARED: Nov 27, 2012

BILL AMENDED:

SUBJECT: Regional Campus Governance.

FIRST AUTHOR: Sen. Banks

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: ☒ **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill defines "regional campus". The bill requires a governance agreement or an operational contract for a regional campus to contain certain provisions.

Effective Date: Upon passage.

Explanation of State Expenditures: There is no fiscal impact in defining the term regional campus.

The impact of requiring a governance agreement would depend on what is included in the governance agreement or operational contract. The impact is probably minor.

The agreement has to include the following provisions:

1. The regional campus may not be required to obtain the approval of the operating state educational institution (OSEI) before submitting a proposal for a new degree or program to the Commission for Higher Education.
2. The chancellor of the regional campus must be allowed to deal directly with the Board of Trustees of the OSEI and is not required to first contact the president of the OSEI.
3. Regional campus faculty leaders must be recognized as part of the OSEI's faculty leadership.
4. If the regional campus is operated by two or more state educational institutions, members employed by each state educational institution must be included when the OSEI seeks participation from regional campus faculty.
5. Each regional campus faculty member must have access to the resources of the OSEI or, in the case of two or more state educational institutions, each OSEI.

6. The administration or faculty of the regional campus must be allowed to select representatives of the campus to serve on system-wide committees of the OSEI.
7. A process must be established by which the regional campus may choose not to participate in system-wide administrative tasks and systems.

Background: Indiana University has six regional campuses. For FY 2013, the state appropriated about \$272.5 M for operating expenses of these regional campuses and \$32.6 M for fee replacement (debt service payments). Indiana University is Indiana University Purdue University at Indianapolis's OSEI.

Purdue University has three regional campuses. For FY 2013, the state appropriated about \$78.5 M for operating expenses of these regional campuses and \$6.9 M for fee replacement (debt service payments). Purdue University is Indiana University Purdue University at Fort Wayne's OSEI.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: State universities and colleges.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.